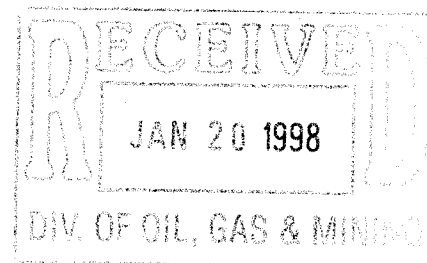


STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
Telephone: (801) 538-5340
Fax: (801) 359-3940



ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) Jan 97 To (mo./yr.) Dec 97
 2. DOGM File Number (Mine No): M / 053 / 005
 3. Mine Name: Goldstrike Mine
 4. Mineral(s) Mined (or permitted to mine): Gold, Silver
 5. Type of mine ☒ Surface Mine or ☐ Underground Mine
 6. Legal Description (Location of Lands Affected): See attached comments I.6.
1/4, 1/4, Section _____, Township _____, Range _____
1/4, 1/4, Section _____, Township _____, Range _____
1/4, 1/4, Section _____, Township _____, Range _____
 7. Name of Operator or Company: USMX of Utah, Inc.
 8. Permanent Street Address : 38 Miles NW of St. George, UT.
City, State, Zip: St. George, Utah 84771
Phone: (801) 574-3164
 9. Company Representative (or designated operator):
Name: Doug Jensen
Title: Environmental Coordinator
Business Address: Box 2650
City, State, Zip: St. George, Utah 84771
Phone: (801) 574-3269
- ☐ Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was the mine active during the past year? Yes ☐ No ☒
2. If active, how much ore or mineral was mined? _____

3. How much **additional acreage** was disturbed during the past year? None
4. Briefly describe any new or additional surface disturbances that occurred during the past year. This description should include the type of work performed, and volume of material moved.
- _____
- _____
- _____
5. How much acreage was **reclaimed** during the past year? None
6. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.
- _____
- _____
- _____
7. What is the **total disturbed acreage** at years end? 388.8 *77 NOT ACCURATE*
8. Briefly summarize any mining and/or reclamation plans for the upcoming year. *MAJORITY IS RECLAIMED*
- See comments II.8.
- _____
- _____
- _____

NOTE: Section III., "Additional Information" applies only to large mining operations.

III. Additional Information

1. An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.
2. Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print):

Doug Jensen

Title of Operator:

Environmental Coordinator

Signature of Operator:

Date:

Jan 15, 1998

1997

USMX GOLDSTRIKE MINE

ANNUAL REPORT OF MINING OPERATIONS

COMMENTS

I.6. LEGAL DESCRIPTION OF AFFECTED LANDS

Township 39 South, Range 18 West

Section 16

SW 1/4 and NW 1/4 of SE 1/4
ME 14 and SE 14 and SW 1/4 of SW 1/4

Section 17

SE 1/4 and SW 1/4 of SE 1/4

Section 19

SE 1/4 of NE 1/4
SW 1/4 and NW 1/4 and NE 1/4 of SE 1/4
SE 1/4 and SW 1/4 of SW 1/4

Section 20

All of NW 1/4
All of NE 1/4

Section 21

All of NW 1/4
SW 1/4 and NW 1/4 of NE 1/4

Section 30

SW 1/4 and NW 1/4 and NE 1/4 of NW 1/4

Township 39 South, Range 19 West

Section 25

NE 1/4 and SE 1/4 and SW 1/4 of NE 1/4
SE 1/4 of NW 1/4
NE 1/4 of SW 1/4
NE 1/4 and NW 1/4 and SW 1/4 of SE 1/4

II.6. RECLAMATION WORK:

No Reclamation work accomplished this year. Due to the prior commitment of Dakota's reclamation budget to projects at other mines, Pad 1 contour ripping and seeding has been scheduled for completion in 1998. USMX would like to express our appreciation to UDOGM for taking time to review and approve our application for release of a portion of the reclamation bonding at the Gold Strike Mine.

II.8. PLANNED OPERATIONS FOR 1998:

Scarifying and seeding of Pad 1
Complete and receive approval of Final Closure Plan for the mine from DWQ.
Upon acceptance of the closure plan, final grading of leach pads and removal and reclamation of all existing facilities will commence. Final closure will be completed, if possible during 1998, leaving post closure environmental monitoring as the only activity on site.